



State of Utah

DEPARTMENT OF NATURAL RESOURCES
DIVISION OF STATE LANDS AND FORESTRY

Norman H. Bangert
Governor

Dee C. Hansen

Executive Director

Richard J. Mitchell

Division Director

355 West North Temple

3 Triad Center, Suite 400

Salt Lake City, Utah 84180-1204

801-538-5508

RECEIVED
FEB 05 1991

February 4, 1991

Dick Shumway
1810 Shumway
Moab UT
84532

DIVISION OF
OIL, GAS & MINING

Dear Mr. Shumway:

RE: ML 45082 Phosphate -- Factory Butte Mineral Project

This Division has been notified that you have filed a notice of intent to commence small mining operations on the lease listed above with the Division of Oil, Gas, and Mining. This letter is to inform you that before beginning operations on the lease you must:

1. Have the lease executed by this Division.
2. Notify this Division of your operation and receive written authorization to commence operations.
3. Notify the parties that hold other leases on the lands and be sure your operations do not infringe on the rights which their leases give them.
4. Your operation cannot disturb the coal resources on the lands without the proper permits and authorization from this Division as well as the Division of Oil, Gas, and Mining.

Should operations begin on the lease before these conditions are met you will be in violation of the terms and conditions of your lease. The lease will be subject to cancellation and you will be liable for any damages.

Should you have any questions concerning the items listed above or anything concerning this matter, please contact this office.

Sincerely,

JERRY W. MANSFIELD
MINERAL RESOURCES SPECIALIST

cc: John Blake
Division of State Lands and Forestry
Holland Shepherd
Division of Oil, Gas, and Mining
AMOCO Production Co.
P.O. Box 800
Denver CO 80201
ML 42065--OGH
Bob J. Shupe
#4 Orchard Way
Moab UT 84532
ML 43377--Coal
Duvels Inc.
395 West 4650 North
Provo UT 84604